GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Mines & Minerals – Regulation of sand mining in the State - Formation of Andhra Pradesh Sand Corporation Limited (APSCL) as a 100% subsidiary of the APMDC Ltd., - Orders - Issued.

INDUSTRIES & COMMERCE (MINES-III) DEPARTMENT

G.O.MS.No. 36 Dated: 17-07-2020.
Read the following:

1. G.O.Ms.No.70, I.I.I & C (M.II) Dept, Dt:04.09.2019.
2. G.O.Ms.No.71, I.I.I & C (M.II) Dept, Dt:04.09.2019.
3. G.O.Ms.No.72, I.I.I & C (M.II) Dept, Dt:04.09.2019.
4. G.O.Ms.No.73, I.I.I & C (M.II) Dept, Dt:04.09.2019.
5. From the VC&MD, APMDC, Vijayawada, e-file No. APMDC-13024/6/2020-EXE DIR-APMDC.

*****

O R D E R:-

In the G.O. 1st read above, Government have introduced a New Sand Policy 2019 with effect from 4th September 2019.

2. In the G.Os., 2nd to 4th read above, Government have issued orders amending relevant Rules of Andhra Pradesh Minor Mineral Concession Rules, 1966. Further, the task of Sand Management in the State was entrusted to APMDC.

3. Through the e-file 5th read above, the VC&MD, APMDC, Vijayawada, has sent the detailed proposal regarding formation of Andhra Pradesh Sand Corporation Limited. He has, interalia, stated that the scale of sand operations in the State has increased significantly till date and the increased workload of managing sand operations has adversely impacted the core activities of APMDC.

4. As such, it is felt necessary to have a dedicated organization having exclusive team of officers and staff to supervise sand operations, to ensure further operational improvements and better monitoring of the sand activities which shall also enable the existing staff of APMDC to focus on the core activities of the Corporation.

5. The VC&MD, APMDC, Vijayawada, while furnishing the detailed proposal with necessary justification, has, therefore, requested to incorporate a 100% owned subsidiary of APMDC, to deal exclusively with the sand operations entrusted by the State Government.

6. Government, after careful examination of the proposal, hereby decide to constitute Andhra Pradesh Sand Corporation Limited (APSCL) as a 100% subsidiary of the APMDC Ltd., to take up the sand operations in the State. Various features of the Andhra Pradesh Sand Corporation Ltd., shall be as per the details appended to this Order.

7. The VC&MD, APMDC, shall take necessary further action accordingly.

8. This order is issued with the concurrence of Finance Department vide their U.O.No: FMU0MISC/304/2020, Dt:14.07.2020.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

GOPAL KRISHNA DWIVEDI
PRINCIPAL SECRETARY TO GOVERNMENT(FAC)

To
The Chairman, APSCL, Vijayawada.
The VC & MD, M/s APMDC Ltd., Kanuru, Vijayawada.
The Director of Mines & Geology, A.P, Ibrahimpatnam.
All the District Collectors in the State of A.P.

Copy to:
The Director, Treasuries & Accounts, A.P., Vijayawada.
The Pay and Accounts Officer, Vijayawada.
The Accountant General of Andhra Pradesh, Vijayawada.
All the District Treasury Officers in the State of A.P.
The P.S. to Hon'ble Chief Minister.
The P.S. to Hon'ble Minister for PR & RD and Mines & Geology.
The P.S. to Prl. Secretary to Govt. (Mines).
The GA(Cab.I) Department.
The Law (H) Department.
The Finance (FMU-I&C) Department.
SF/SC(Comp.No. 1185314)

//FORWARDED:: BY ORDER//

SECTION OFFICER

APPENDIX TO GO.MS.NO.36,IND. & COM.(M-III) DEPARTMENT,DT.17.07.2020

Andhra Pradesh Sand Corporation Limited (APSCL) shall be incorporated under the Companies Act, 2013, with authorized Share Capital of Rs. 2 Crores (20,00,000 Shares of Rs. 10 each) and paid up Share Capital of Rs. 2 Crores (20,00,000 shares of Rs. 10 each) as detailed hereunder:

i) The Board of Directors of APSCL shall be as follows:

Sl.No	Board of Directors
1	Principal Secretary to Government (Mines) – Chairman
2	Special Secretary (Finance)
3	VC&MD of APMDC
4	Director of Mines &Geology
5	MD of APSCL shall be appointed by the State government.

ii) Shareholding Pattern of APSCL shall be as follows:

Sl.No	Name of the Shareholder	No. of Shares
1	The APMDC Ltd	19,99,995
2	Principal Secretary/Deputy Secretary to Government (Mines)	1
3	Spl. Secretary (Finance)	1
4	VC&MD of APMDC	1
5	Director of Mines &Geology	1
6	MD of APSCL	1

iii) Organizational Structure of the AP Sand Corporation Ltd., shall be as follows;

Head Office:

The Registered office of the AP Sand Corporation Ltd., shall be in Vijayawada and organizational structure of the Head Office shall be as at **Annexure-I**.

District Office:

- Branch offices shall be set up at each district.
- All the Joint Collectors (RB&R), who have been designated as the Ex-Officio Executive Directors of APMDC, shall be re-designated as the Ex-Officio Executive Director, APSCL who will be in charge of overall sand operations in their respective districts.
- District Sand Officers shall be appointed for all districts who will monitor the sand operations in the entire district.

The supervisory and staffing structure at the district-level shall be as at **Annexure-2**.

iv) The total manpower required by the APSCL and method of appointment shall be as follows.

S.No	Post	No. of posts required	Cadre as per GoAP	Method of Appointment
1	Managing Director	1	Prl.Secretary to Govt/ Secretary to Govt/ Ex-Officio Secretary to Govt/ Additional Secretary to Govt	Appointment by Government
2	General Manager (Operations)	1	Joint Director or equivalent^	Recruitment for Regular post/ Deputation
3	General Manager (Finance & Commercial)	1	Deputy Director or equivalent^	Recruitment for Regular post/ Deputation
4	General Manager (Personnel)	1	Deputy Director or equivalent^	Recruitment for Regular post/ Deputation
5	General Manager (IT)	1	Deputy Director or equivalent^	Contract
6	District Sand Officers (DSO)	13	Deputy Director of Mines & Geology/Asst. Director of Mines & Geology or equivalent^	Deputation
7	Manager	7	Assistant Director/ Accounts Officer/ Personnel Officer or equivalent^	Contract
8	Legal Officer	1	Assistant Director/ Accounts Officer/ Personnel Officer or equivalent^	Contract
9	Company Secretary	1	Assistant Director/ Accounts Officer/ Personnel Officer or equivalent^	Contract
10	Assistant Managers	12	Section Officer or equivalent^	Outsourcing
11	Asst. District Sand Officers	40*	Section Officer or equivalent^	Contract
12	Data Entry Operators	25	DEO	Outsourcing

*Note: The requirement of ADSOs shall increase/decrease based on the increase/decrease in the number of operating sand locations in the districts from time to time.

^Note: Equivalent cadre as per norms followed in other departments of the State Government

v) In addition to the above, for managing sand operations at the field level, the following manpower shall be appointed on outsourced basis. The number of staff at district-level shall be determined based on number of operating locations at that particular point of time.

S.No	Post	No. of posts required	Remarks
For Each Open Reach			
1	Reach Assistant	2 No.s	2 shifts – 1 person per shift
2	Security Guard	3 No.s	3 shifts – 1 person per shift
	Total	**5 No.s**	
For Each Stockyard/Sand Depot/Pattaland/Desiltation Point			
1	Reach Assistant	6 No.s	2 shifts – 3 persons per shift
2	Security Guard	3 No.s	3 shifts – 1 person per shift
	Total	**9 No.s**	

vi) To the extent feasible, APMDC/State government shall provide manpower on deputation to APSCL.

vii) APSCL shall hire all other required staff and consultancy support from the open market on contract basis and on work outsourcing basis.

viii)The Financial management shall be as follows;

a. The mechanism in-force for reimbursement of operating, administrative and service charges between APMDC & the State Government, as elaborated in G.O.Ms.No. 70 III&C Department (Mines-II) dated 04.09.2019, shall be applied As-Is to APSCL.
b. The entire expenditure (including salaries and payments to contractors) for running the company shall be borne by APSCL.
c. There will not be any financial commitment on the State Government towards formation or operations of the company.
d. However, in case of any exigency, APSCL may address the State Government or APMDC for financial support for ensuring uninterrupted operations.
e. After the incorporation of the Corporation, all the assets and liabilities available with APMDC relating to sand operations shall be transferred to APSCL. Necessary entries shall be made in the Books of Accounts of both APMDC and APSCL accordingly.

ix) The MD, APSCL is empowered to take necessary steps to remove any hurdles in achieving the mandate of the organization.

GOPAL KRISHNA DWIVEDI
PRINCIPAL SECRETARY TO GOVERNMENT(FAC)

Annexure-1:

Table-1: Organizational Structure for tbe Head Office, APSCL

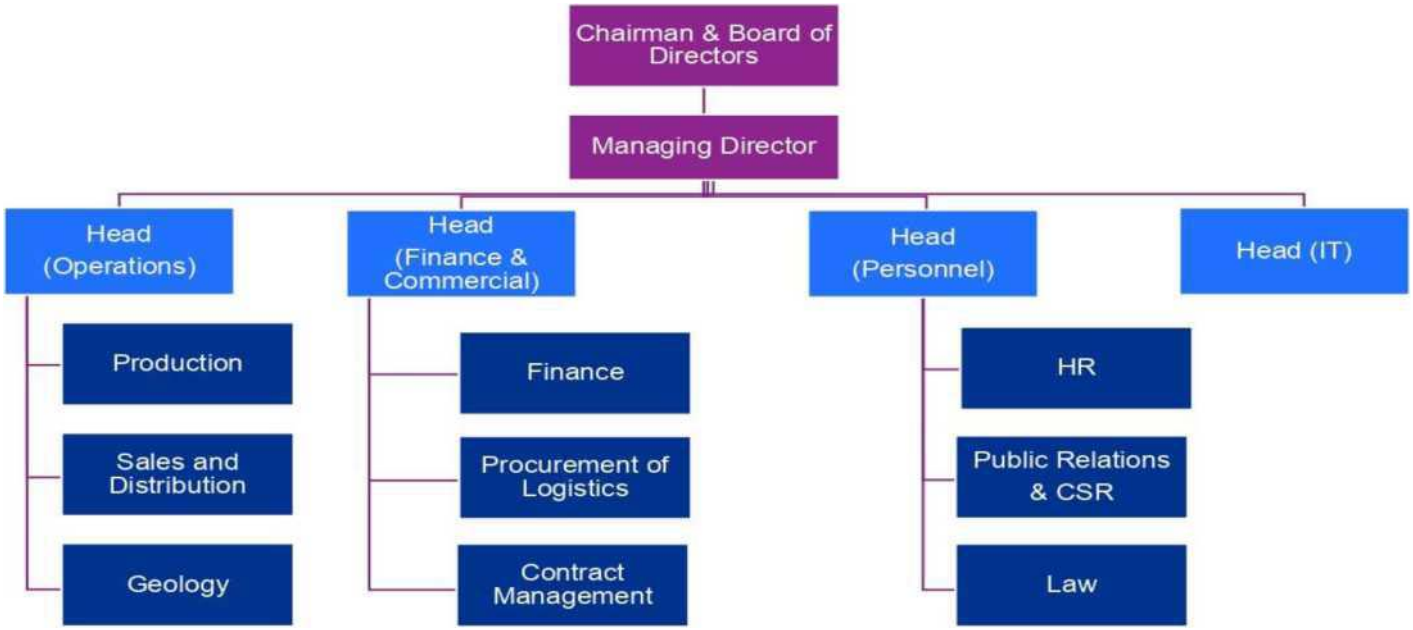
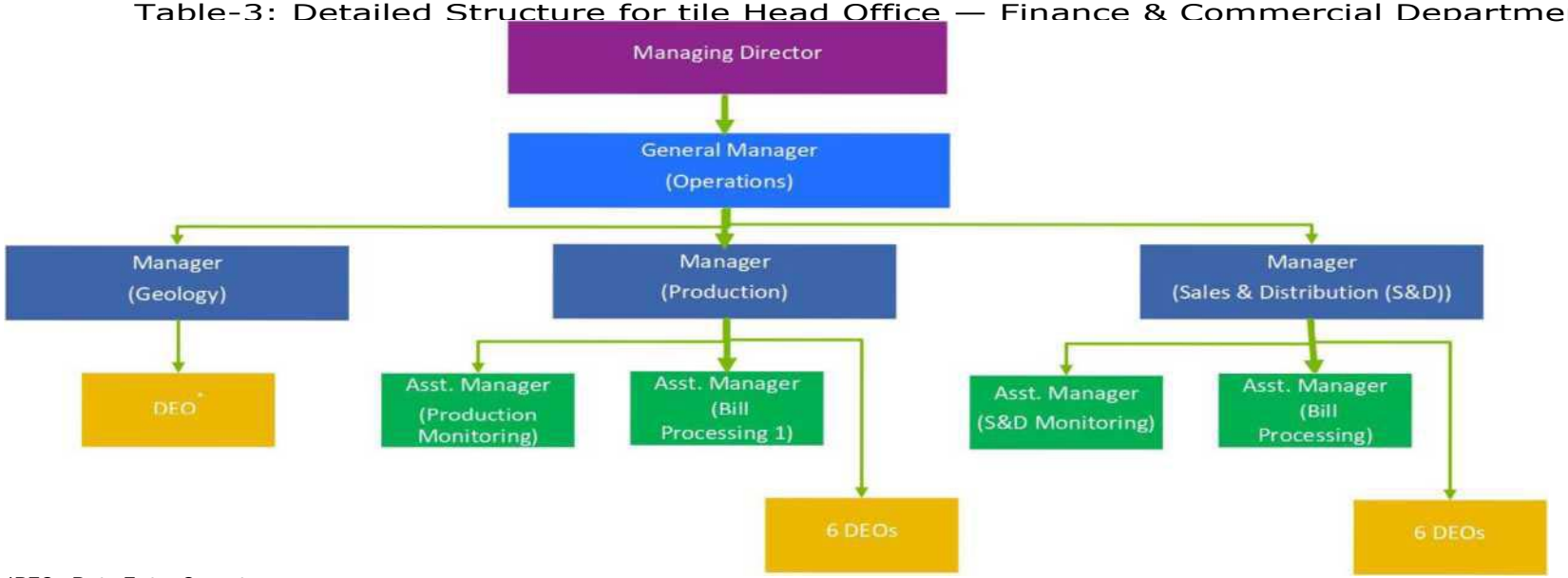
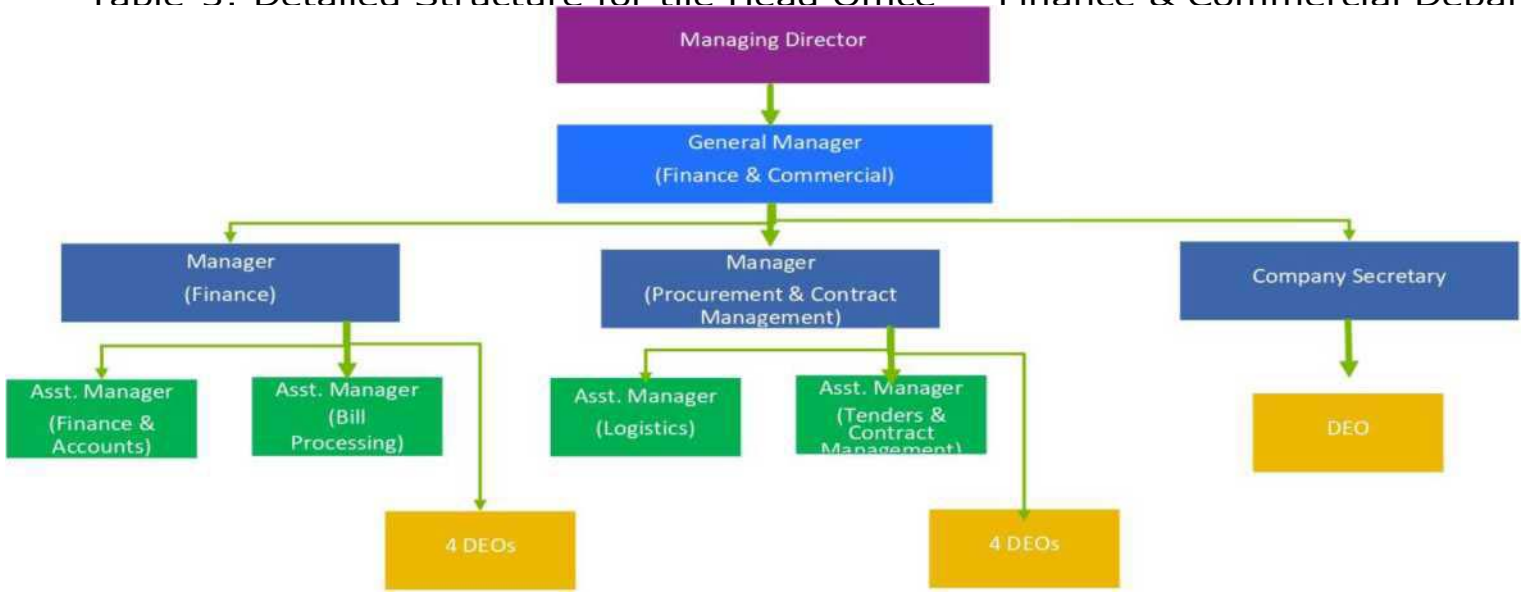


Table-3: Detailed Structure for tile Head Office — Finance & Commercial Department,



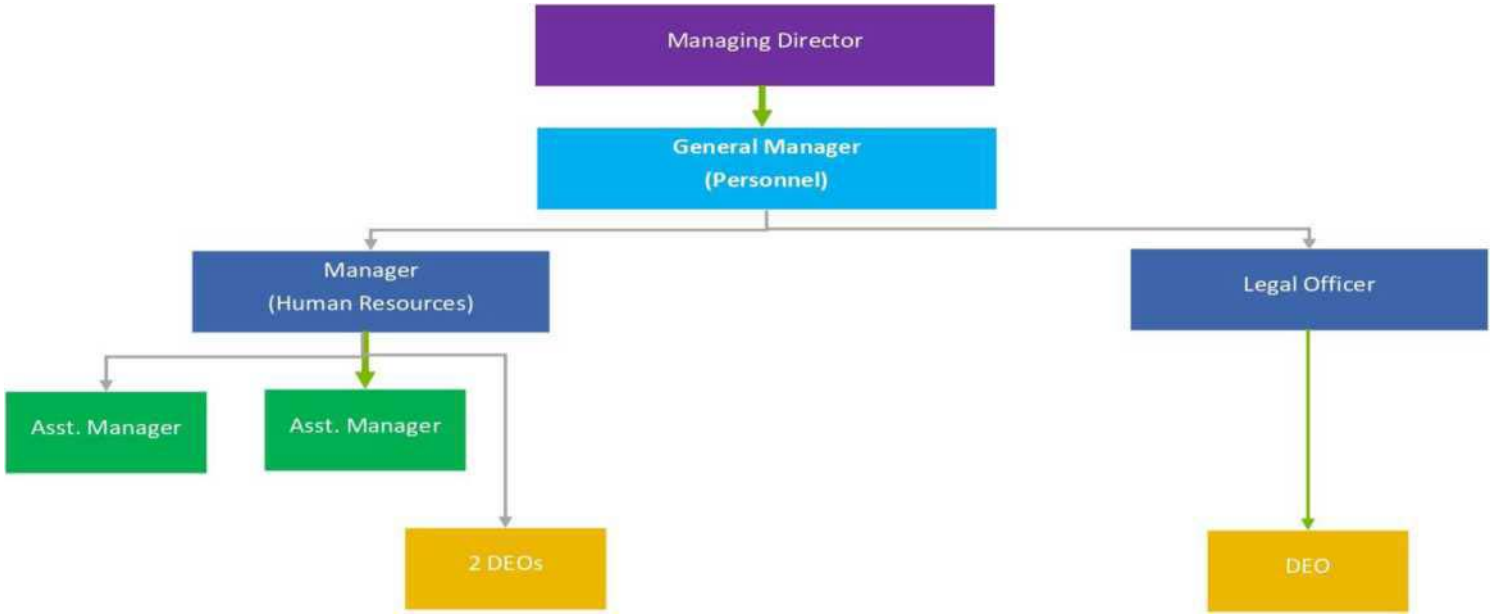
DEO : Data Entry Operator

Table-3: Detailed Structure for tile Head Office — Finance & Commercial Department,

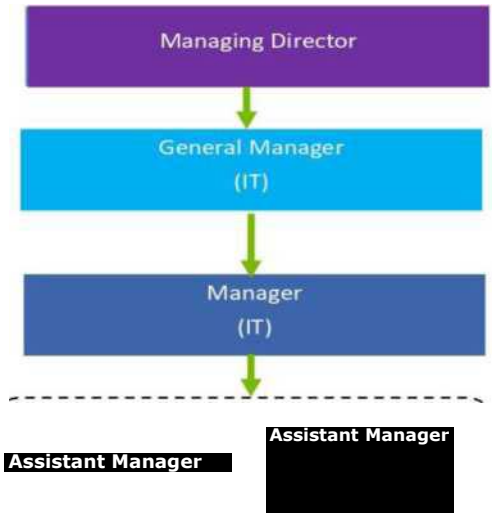


DEO : Data Entry Operator

Table-4: Detailed Structure for the Head Office — Personnel Department, APSCL



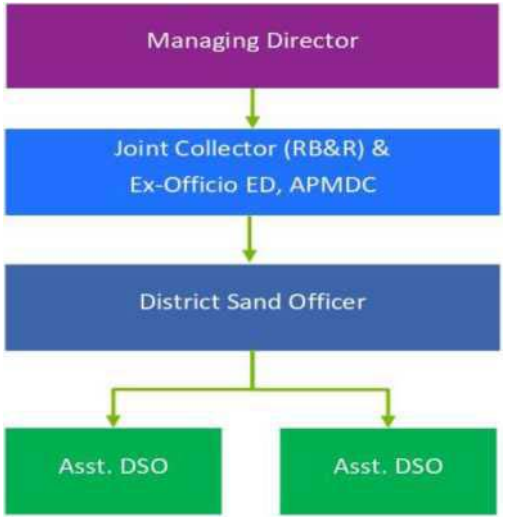
DEO : Data Entry Operator


Managing Director
General Manager
(IT)
Manager
(IT)
Assistant Manager
Assistant Manager

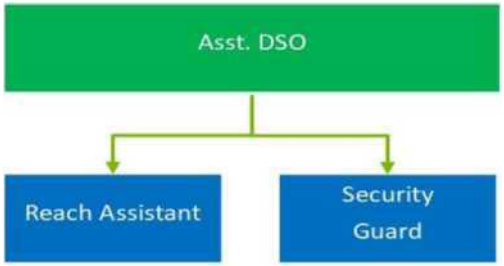
Annexure -2

Table-6: Organizational Structure at tbe District Level, APSCL

Supervision at District Level



Manpower at Reach/Stockyard Level



Note: The number of Asst. DSOs, and other staff at district-level shall be determined district-wise based on number of operating locations.